CALIFORNIA STATE LANDS COMMISSION

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RESOLUTION BY THE CALIFORNIA STATE LANDS COMMISSION SUPPORTING THE FEDERAL AND STATE PROHIBITIONS AGAINST NEW OFFSHORE OIL AND GAS LEASES AND OPPOSING LEGISLATION INTRODUCED IN THE 2005-2006 SESSION OF CONGRESS TO WEAKEN THESE PROHIBITIONS

WHEREAS, The 1969 oil spill in federal waters off California spilled 3,200,000 gallons of crude oil, resulted in long lasting environmental and economic harm to California's coast and became a rallying event for Californians and all Americans who cared about protecting the environment; and

WHEREAS, California took the lead in protecting America's coast by enacting new prohibitions on offshore oil and gas leasing in 1969, 1970, and 1971; and

WHEREAS, In 1994, the California Coastal Sanctuary Act of 1994 (Chapter 3.4 (commencing with Section 6240) of Part 1 of Division 6 of the Public Resources Code), was enacted, creating a permanent, statewide coastal sanctuary that prohibits new oil and gas leasing in state waters, from Mexico to the Oregon border; and

WHEREAS, The California State Lands Commission, California's land manager for the offshore waters, had already adopted an administrative moratorium (1988 and 1989) on entering into any new leases for offshore oil and gas development and, since 2000, has encouraged current lessees to quitclaim leases back to the state adding those lands to the state sanctuary; and

WHEREAS, A bipartisan consensus in Congress has protected the California and other American coasts from expanded offshore drilling for the past 25 years, renewing this protection each year in the form of a legislative moratorium contained in the appropriations bill for the Department of the Interior; and

WHEREAS, President George W. Bush's current White House budget for fiscal year 2007, released in January 2006, supports a continuation of this congressional offshore leasing moratorium; and

WHEREAS, Executive action in 1991 by former President George H.W. Bush protects the same areas through enactment of the "Presidential Offshore Leasing Deferrals," which President William J. Clinton subsequently extended until 2012 to ensure that protected coastal areas would not be threatened by offshore drilling impacts; and

WHEREAS, For the past several years, the U.S. Congress has discussed numerous measures that would have opened California's coast and the whole Outer Continental Shelf (OCS) to increased oil and gas drilling; and

WHEREAS, Since August of 2003, the State Lands Commission has adopted four different resolutions opposing these measures and any attempt to weaken the prohibitions against new oil and gas leasing in federal or state waters; and

WHEREAS, In 2006, an attempt to authorize new offshore gas leases, contained in the Interior Department appropriations bill, was narrowly defeated in a House floor vote; and

WHEREAS, Other draft bills now undergoing discussion, including HR 4761, (Jindal), the Domestic Energy Production through offshore Exploration and Equitable Treatment of State Holdings Act of 2006, and HR 4318 (Peterson), the Outer Continental Shelf Natural Gas Relief Act, would, if adopted, end the bipartisan congressional offshore leasing moratorium and the longstanding presidential offshore drilling deferrals, while pressuring coastal jurisdictions to facilitate new federal offshore drilling by making a state's share of the federal revenues from these activities contingent on state approval of new and expanded federal offshore leasing; and

WHEREAS, In addition, the protection of California's spectacular 1,100-mile coastline is of the utmost importance to a number of our state's coastal and ocean dependent industries, including tourism and commercial fishing, which contributed over fifty billion dollars (\$50,000,000,000) to California's economy in 1999; and

WHEREAS, California's ocean waters are also home to four important federal sanctuaries, the Monterey Bay National Marine Sanctuary, the Gulf of the Farallones National Marine Sanctuary, the Cordell Bank National Marine Sanctuary, and the Channel Islands National Marine Sanctuary that are areas of special conservation, recreational, ecological, historical, cultural, archaeological, scientific, educational, and esthetic qualities and, are particularly sensitive to the impacts of oil development; and

WHEREAS, Additional offshore oil leasing and production would degrade the quality of California's coastal air and water, and adversely impact its marine resources, including severe impacts from seismic surveys on marine mammals, that could include threatened and endangered species; and

WHEREAS, Offshore oil development poses a serious risk of oil spills, especially with the introduction of deepwater drilling technologies and floating oil storage and processing vessels, thereby threatening marine ecosystems, and that would have devastating effects on the southern sea otter, listed as a threatened species since 1997, as well as onshore wildlife, birds, and their habitats in the ocean, in estuaries, and on beaches; and

WHEREAS, Offshore oil development also leads to the industrialization of the shoreline, creating land use conflicts with recreational, environmental, and other onshore coastal dependent uses, visual degradation of coastal areas, and potentially life threatening public safety risks; now, therefore, be it

RESOLVED BY THE CALIFORNIA STATE LANDS COMMISSION, That the Commission urges Congress to continue the federal offshore oil and gas leasing moratorium as a permanent prohibition on new oil and gas leases; and be it further

RESOLVED, That the Commission respectfully opposes the damaging coastal provisions of proposed federal energy policies, including, but not limited to, the adoption of HR 4761, (Jindal) and HR 4318 (Peterson), and any other coastal provisions, that weaken existing protection from new oil and gas leasing or California's legitimate role in energy siting decisions, due to the threat posed by such legislation to the economic integrity of California's coastal dependent tourism and fishing economies, and any consolidation of offshore authority with the federal government; and be it further

RESOLVED, That the Commission directs the Executive Officer of the Commission to transmit copies of this resolution to the President and Vice President of the United States, to the Speaker of the House of Representatives, and to each Senator and Representative from California in the Congress of the United States.

Adopted by the California State Lands Commission on June 26, 2006.

CALIFORNIA STATE LANDS COMMISSION

JOHN GARAMENDI, Lieutenant Governor JOHN CHIANG, Controller MICHAEL C. GENEST, Director of Finance



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RESOLUTION BY THE CALIFORNIA STATE LANDS COMMISSION SUPPORTING SENATE BILL 151 (BOXER AND FEINSTEIN), WHICH PROHIBITS NEW OIL AND GAS LEASING IN FEDERAL WATERS OFF CALIFORNIA

WHEREAS, U.S. Senators Boxer and Feinstein have introduced S. 151 to prohibit new oil and gas leasing in federal waters off California; and

WHEREAS, California's 1,100 mile coastline, with its beautiful beaches, wild cliffs, abundant fish stocks and fragile environment is a national treasure and a valuable state resource, which is at the heart of a tourist industry that generates nearly five billion dollars in state and local taxes each year; and is the heart of the state's \$43 billion ocean economy; and

WHEREAS, The citizens of California have long opposed new oil and gas drilling off their coastline and support protecting the fragile and valuable coastal environment over development of the relatively small amounts of oil and gas offshore California; and

WHEREAS, California initiated protection of its coast from oil and gas development when the California Legislature in 1955 and 1963, prohibited oil and gas leasing in the State waters off Monterey and Santa Cruz counties and portions of Los Angeles, Santa Barbara, San-Luis Obispo, Humboldt, and Mendocino Counties; and

WHEREAS, The California State Lands Commission has not issued any offshore oil and gas lease for new areas since the 1969 spill from a well in Federal waters off Santa Barbara that released over three million gallons of crude oil, coating Santa Barbara County's ocean beaches; and

WHEREAS, The California Legislature continued the State's efforts to restrict oil and gas development in its own waters by enacting the California Coastal Sanctuary Act in 1994, which codified the Commission's earlier administrative prohibition of new offshore leases and created a statutory statewide coastal sanctuary that prohibits future oil and gas leasing in all State coastal waters, from Mexico to the Oregon border, in perpetuity; and

WHEREAS, The U.S. Congress has protected California coastline from expanded offshore drilling for more than twenty years, renewing this protection in the form of a legislative moratorium contained in the annual appropriations bill for the Department of the Interior; and

WHEREAS, The need for new oil development can be reduced by improving automobile fuel efficiency and energy efficiency, utilizing and further researching renewable energy and alternative fuels, and fully funding energy conservation and efficiency programs, including solar and renewables, weatherization, and other initiatives; thus increasing energy independence and reducing the reliance on foreign oil; and

WHEREAS, In spite of the steady opposition to new oil and gas leasing off California, various proposals have been made in the last five years to end the federal moratorium or to take steps, such as oil and gas inventories, that are intended to lead to new leasing; and

WHEREAS, The Commission has adopted six resolutions since 2001 supporting the existing moratorium on new federal leases and opposing the new initiatives to open the California coast to new oil and gas development and leases; and

WHEREAS, S. 151, recently introduced by Senators Boxer and Feinstein would permanently ban new oil and gas leasing in federal waters, consistent with the state's own prohibition of new leasing in state waters; now, therefore, be it

RESOLVED BY THE CALIFORNIA STATE LANDS COMMISSION, That it supports S. 151 and the prohibition it proposes for new oil and gas leases in federal waters off California and urges Congress to adopt this measure; and be it further

RESOLVED, That the Congress of the United States and the Federal government be encouraged to explore options to increase energy independence and reduce reliance on foreign oil, such as incentives to improve energy efficiency, requirements to improve automobile fuel efficiency, provide funding for research into renewable energy and alternative fuels, and fully funding energy conservation and efficiency; and be it further

RESOLVED, That the Commission's Executive Officer transmit copies of this resolution to the President and Vice President of the United States, to the Governor of California, to the Majority and Minority Leaders of the United States Senate, to the Speaker and Minority Leader of the United States House of Representatives, to the Chairs and Ranking Minority Members of the House Committee on Natural Resources, the House Committee on Energy and Commerce, the Senate Committee on Energy and Natural Resources, and the Senate Committee on Environment and Public Works and to each Senator and Representative from California in the Congress of the United States.

Adopted by the California State Lands Commission on February 5, 2007.